

**IN THE UNITED STATES DISTRICT COURT  
FOR THE NORTHERN DISTRICT OF ILLINOIS  
EASTERN DIVISION**

**FREDERICK J. GREDE**, as Chapter 11 )  
 Trustee for Sentinel Management Group, Inc., )  
 ) Case No. 08 C 2582  
 Plaintiff, )  
 v. )  
 ) Honorable James B. Zagel  
**THE BANK OF NEW YORK and THE BANK** )  
**OF NEW YORK MELLON CORP.,** )  
 Defendants. )

## **SUPPLEMENTAL STATUS REPORT**

Frederick J. Grede, chapter 11 trustee for Sentinel Management Group., Inc. (the “Trustee”), hereby submits this Supplemental Status Report.

1. On May 13, 2008, counsel for the Trustee and for Defendants appeared before Your Honor on Defendants' Motion to Withdraw the Reference.

2. At the hearing, counsel informed Your Honor about the various Sentinel-related proceedings pending in the Bankruptcy Court and District Court. Those matters include the following:

Bankruptcy Court			
Parties		Case No.	Date Filed
<i>In re Sentinel Management Group, Inc.</i> (“ <i>Sentinel</i> ”)		07 B 14987	08/17/07
<i>Grede v. Bloom et al.</i>		07 A 00981	10/11/07
<i>Grede v. The Bank of New York</i> (“ <i>BONY</i> ”)		08 A 00127	03/03/08
<i>Grede v. McGladrey &amp; Pullen LLP</i> (“ <i>M&amp;P</i> ”) <i>et al.</i>		08 A 00167	03/20/08
<i>Grede v. Greenberg</i>		08 A 00238	04/29/08
District Court			
Parties	Case No.	Date Filed	Judge
<i>SEC v. Sentinel</i>	07 C 4684	08/20/07	Judge Kocoras
<i>Shatkin v. Bloom et al.</i>	07 C 5076	09/10/07	Judge Andersen (The Trustee has filed a motion to

			preliminarily enjoin that action from proceeding pursuant to the "limited fund" doctrine)
<i>Grede v. M&amp;P</i>	08 C 2205	04/16/08 (Motion to withdraw the reference)	Judge Zagel (Motion for reassignment filed 04/24/08)
<i>CFTC v. Sentinel et al.</i>	08 C 2410	04/28/08	Judge Shadur (Motion for reassignment filed 05/08/08)
<i>Grede v. BONY</i>	08 C 2582	05/02/08 (Motion to withdraw the reference)	Judge Zagel (Motion for reassignment anticipated)

3. Your Honor also asked counsel whether there were any Sentinel-related actions pending elsewhere. Counsel mistakenly informed Your Honor that there were no Sentinel-related actions pending in other districts.

4. However, there is one action styled *Shatkin v. BONY et al.* pending in the Southern District of New York (Case No. 07 C 7928). BONY has moved to dismiss the complaint or, in the alternative, to stay the action to allow the Trustee to elect to bring the claims or recover the assets at issue.

5. The Trustee submits this Supplemental Status Report to correct the record.

Dated: May 14, 2008

Respectfully submitted,

FREDERICK J. GREDE, not individually  
but as Chapter 11 Trustee of Sentinel  
Management Group, Inc.

By: s/ Chris C. Gair  
One of his attorneys

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**CERTIFICATE OF SERVICE**

I, Jeffrey S. Eberhard, an attorney, certify that on May 14, 2008, I caused a copy of the foregoing Supplemental Status Report to be served by ECF to:

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s/ Jeffrey S. Eberhard